

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 251 - SB 408**

March 10, 2013

**SUMMARY OF BILL:** Changes the boundary line between Davidson and Wilson Counties in a manner as to detach 0.225999 square miles from Davidson County and to attach such properties to Wilson County.

**ESTIMATED FISCAL IMPACT:**

**Decrease Local Revenue – Net Impact - \$14,300**

Assumptions:

- According to the Comptroller of the Treasury (COT), this bill will not fiscally impact the Division of Property Assessments with the Agency.
- According to COT, moving this boundary will result in a decrease in property tax revenue collected by Davidson County, while increasing property tax revenue collected by Wilson County.
- According to COT, the current value for all impacted parcels in Davidson County is \$3,884,844. All parcels have a classification rate of 25 percent and the current tax rate is \$4.04 per \$100 of value (or 0.0404). As a result, the recurring decrease in property tax revenue to Davidson County will be \$39,237  $[(\$3,884,884 \times 25\%) \times 0.0404]$ .
- Property values for specified parcels remain constant.
- According to COT, the Wilson County property tax rate is \$2.5704 per \$100 of value (or 0.025704). As a result, the recurring increase in property tax revenue to Wilson County will be \$24,964  $[(\$3,884,884 \times 25\%) \times 0.025704]$ .
- The net recurring decrease in local revenue is estimated to be \$14,273 (\$39,237 decrease to Davidson - \$24,964 increase to Wilson).

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

/jrh